## **Department of Port Control**

Ordinance No.: 544-2019

Business Development & Management

## **Executive Summary**

The Department of Port Control is requesting authority to enter into a Lease Agreement with PrimeFlight Aviation Services, Inc. for the lease of space located in the passenger terminal building at Cleveland Hopkins International Airport to support its ground handling, skycap, and other airline support services operations for JetBlue Airways and other airlines, for a period of two years with three one-year options to renew, the first of which requires additional legislative authority.

#### **Background/Purpose:**

PrimeFlight has requested to lease approximately 237 square feet of office space, located on the ramp level beneath Gate C-6 on Concourse C of the passenger terminal building at CLE to support its ground handling and skycap services for JetBlue and other airlines.

The Department is requesting a term for a period of two years with three one-year options to renew, the first of which requires additional legislative authority.

#### Scope:

The following are the material provisions to be contained in the Lease:

- (A) The Director of Port Control is authorized to enter into a lease for the use and occupancy of approximately 237 square feet of space ("Leased Premises") located beneath Gate C-6 on Concourse C of the passenger terminal building at CLE for use as office space by PrimeFlight.
- (B) The Leased Premises shall be used to support Lessee's business as a provider of ground handling, skycap and other airline support services.
- (C) PrimeFlight shall pay the City an annual rental rate of \$22,557.66 at a per square foot rate of \$95.18 as determined by the airports' 2019 rates and charges calculation, subject to annual changes based on said budget. The rent is payable in twelve (12) equal monthly installments.
- (D)The term of the lease shall be for a period of two (2) years with three (3) oneyear options to renew, the first option subject to additional legislative approval.

#### Justification/Urgency:

The space is needed by PrimeFlight to support its ground handling, skycap and other airline support services operations.

# **Anticipated Cost:**

None.

## Schedule or Term of Contract:

The Department is requesting a term of two (2) years with three (3) one-year options to renew, the first option subject to additional legislative authority.

Total number of employees – None at this time; new to CLE Number of employees that are minorities – None at this time Number of employees that are women – None at this time Number of employees that are City of Cleveland residents – None at this time